

# EXHIBIT F

**BUSINESS ABSTRACT**

D&B Completed Analysis:12-10-2004  
Database Last Updated:12-10-2004  
Source:Copyright (c) 2002 by Dun & Bradstreet, Inc.  
Current Date:03/01/2005

**COMPANY INFORMATION**

DUNS:54-474-4048

Name:FEITIAN TECHNOLOGIES CO.,LTD.  
Address:3RD FLOOR, BUILDING 5, JIMEN HOTEL,  
HAIDIAN DISTRICT  
BEIJING 100088  
Country:CHINA PEOPLES REP

Telephone:1062360800  
Fax:1082070027

Year Started:1994

**BUSINESS DESCRIPTION**

Line of Business:COMPUTER INTEGRATED SYSTEMS  
DESIGN, NSK

Primary SIC:  
7373Computer systems design

**FINANCIAL INFORMATION**

Net Worth (US):\$471,120  
Net Worth (Local):3,900,000-Actual  
Profit (US):\$362,400  
Profit (Local):3,000,000-Actual  
Currency:Chinese Ren Min Bi  
Exchange Rate:.1208  
Currency Conversion Date:12/01/2001

**SALES INFORMATION**

Annual Sales (US):\$1,449,600  
Annual Sales (Local):12,000,000-Actual

**EMPLOYEE INFORMATION**

Total Employees:50  
Employees Here:50

**COMPANY HISTORY/OPERATIONS/RELATIONSHIPS & OTHER INFORMATION**

This Company's Specifics:

DUNS:54-474-4048  
Legal Status:Limited company  
Business Is A:Single Location  
Exporter

END OF DOCUMENT

# Business Information Report™

Page 1 of 10

For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERY  
277 W MONROE ST - STE 3100  
CHICAGO, IL 60606-0000

RECEIVED  
JUL 07 2003  
MW8E

July 2, 2003  
4:20 am

## D&B REPORT

DATE PRINTED: JUL 1 2003

D-U-N-S: 54-474-4048

FU

FEITIAN TECHNOLOGIES CO.,LTD.

STARTED 1994  
RATING BA3  
RISK INDEX 1.00  
HISTORY CLEAR  
REG. NO. 1101082475177(1-1)

FULL ADDRESS:  
3RD FLOOR, BUILDING 5, JIMEN HOTEL,  
HAIDIAN DISTRICT  
BEIJING  
BEIJING, 100088  
CHINA

WORTH 3,900 Thousands  
EXPORTS YES  
SALES 12,000 Thousands

TEL: 010 62360800  
TEL: 010 62360900  
FAX: 010 82070027

EMPLOYS 50 TOTAL  
CONDITION FAIR

SIC: 7373 0000

SUBJECT IS MAINLY ENGAGED IN SOFTWARE PROTECTION, SOFTWARE DEVELOPMENT,  
MOBILE MEMORY, INFORMATION SECURITY.

CHIEF EXECUTIVE: HUANG, YU / GENERAL MANAGER

CURRENCY: All monetary amounts quoted in this report are  
shown in Renminbi(RMB) unless otherwise stated.

## RISK ASSESSMENT

Feitian Technologies Co.,Ltd.'s Risk Index is RI1

Industry Norm Grouping  
Industry Group SIC : 7373  
Industry Group Description : Computer integrated systems design

Industry Group Risk Index Quartile Values:  
Upper : 2  
Median : 3

For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERYJuly 2, 2003  
4:20 am

(continued)

Lower : 3

Distribution of Risk Index based on SIC 7373

NCRI	1	2	3	4	5	6
%	0.00	44.09	31.06	18.84	5.80	0.20

RISK Index Level	Observation	Observed Business Failure Rate
------------------	-------------	--------------------------------

RI 1	Minimal risk	0.01%
RI 2	Significantly lower than average risk	1.09%
RI 3	Lower than average risk	1.8%
RI 4	Slightly lower than average risk	2.5%
RI 5	2 times higher than average risk	8.0%
RI 6	5 times higher than average risk	19.6%
NA	Assessment not available due to insufficient data	--

\* The Risk Index "Observed Business Failure Rate" is based on the Index development sample. When using the Index to make individual applicant decisions, a customized version of this table based on an analysis of the Index against your customer account portfolio is recommended.

#### RISK ANALYSIS

The Risk Index for this business is assigned primarily based on the following factors:

1. No evidence of suit(s), lien(s) or judgment(s) in D&B files
2. Indication of lower industry risk classification
3. Profitability ratio suggests potential lower risk of financial stress
4. The Registered Capital of this business is between RMB 500,000 and RMB 125,000,000 which suggests potential moderate risk of financial distress.

The D&B Risk index is based on a scale of 1 to 6, where 1 represents a lower and 6 a higher percentage of observed business failures. The index is computed using available data in D&B's information database.

The Risk Index is related to observed business failures from 1997 to 1999. Though the index does not predict the probability of business closure, it reflects from a database profiling approach, the ratio of failed to operating businesses for each Risk Index Level.

The Key Drivers in the Risk Index include the following:

#### KEY DRIVERS

For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERY

July 2, 2003  
4:20 am

(continued)

BUSINESS INFORMATION

- \* Legal Company Structure
- \* Industry
- \* Employee Size
- \* Export/Import Indicator
- \* Registered Capital
- \* Age of Company
- \* D&B History Indicator
- \* Family Support

FINANCIAL INFORMATION

- \* Current Ratio
- \* Return on Assets
- \* Sales to Employee Ratio

GEO

- \* Region & Province

PAYMENT INFORMATION

- \* Slow Payment

PUBLIC FILINGS

- \* Court Actions

NARRATIVE SUMMARY

-----

??

The D&B rating of BA3 indicates a tangible net worth between RMB2,500,000 and RMB4,499,999 and an overall credit condition which is considered fair.

CURRENT INVESTIGATION

-----

On Jun 30, 2003, Li Wei, Vice General Manager, confirmed all information in this report.

PAYMENTS

-----

DATE	PAYING RECORD	HIGH CREDIT	NOW OWES	PAST DUE	SELLING TERMS	LAST SALE
12/31/02	Prompt/Slow	30	0	600,000	100,000	Net30

FINANCE

-----

FISCAL BALANCE SHEET AS OF Dec 31, 2001(Thousands)

-----

Cash and Bank	1,200
---------------	-------

For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERYJuly 2, 2003  
4:20 am

(continued)

Account Receivables	400	Accounts Payable	400
Other Receivables	300	Other Payables	300
Inventory	1,000	Short-Term Loans	200
Other Current Assets	200	Other Current Liabilities	200
-----		-----	
TOTAL CURRENT ASSETS	3,100	TOTAL CURRENT LIABILITIES	1,100
		Medium/Long Term Loans	500
		Other Non-Current Liab	300
-----		-----	
TOTAL FIXED ASSETS	1,800	TOTAL NON-CURRENT LIAB	800
-----		-----	
TOTAL INTANGIBLE ASSETS	700	TOTAL LIABILITIES	1,900
Long Term Investment	600	Capital	560
Other Assets	300	Capital Reserve	2,300
		Reserve	1,240
		Retained Earnings	500
-----		-----	
INVESTMENT & OTHER ASSE	900	TOTAL EQUITY	4,600
=====		=====	
TOTAL ASSETS	6,500	EQUITY & LIABILITIES	6,500
=====		=====	

Tangible net worth of the company is 3,900 Thousands after deducting Intangible assets of 700 Thousands.

## PROFIT &amp; LOSS STATEMENT

-----

Dec 31, 2001

(Thousands)  
(Fiscal)

Sales	12,000
Cost of Sales	8,000
Gross Profit/Loss	4,000
Profit/Loss Before Tax	4,500
Income Tax	1,500
Profit/Loss After Tax	3,000

Latest Financial Statements were obtained from the company personnel.

## FINANCIAL SUMMARY

-----

Dec 31, 2001

(Thousands)

For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERY

July 2, 2003  
4:20 am

(continued)

(Fiscal)

CURRENT ASSETS	3,100
CURRENT LIABILITIES	1,100
WORKING CAPITAL	2,000
OTHER TANGIBLE ASSETS	2,700
OTHER LIABILITIES	800
MINORITY INTEREST	
TANGIBLE NET WORTH	3,900
CASH & BANK	1,200
A/CS & NOTES RECEIVABL	700
FIXED ASSETS	1,800
A/CS & NOTES PAYABLE	700
INVENTORY	1,000
ANNUAL SALES/REVENUE	12,000
PROFIT/LOSS BEFORE TAX	4,500
PROFIT/LOSS AFTER TAX	3,000

KEY RATIOS

-----

Dec 31, 2001

CURRENT RATIO	2.81
QUICK RATIO	1.90
TOTAL DEBT/EQUITY RATIO	0.41
DEBT RATIO	0.29
COLLECTION PERIOD(DAYS)	12
PAYMENT PERIOD(DAYS)	31
INVENTORY TURNOVER(DAYS)	45
ASSET TURNOVER	1.84
NET PROFIT MARGIN(%)	25.00
RETURN ON EQUITY(%)	65.21
RETURN ON ASSETS(%)	46.15
EARNINGS PER SHARE(\$)	

BANKING

-----

The company maintains relationship(s) with the following bank(s)  
in China:

THE INDUSTRIAL & COMMERCIAL BANK OF CHINA

On Jun 30 2003, following information was obtained from subject company:  
Account Number: 0200049609006776657

BANK OF CHINA

On Jun 30 2003, following information was obtained from subject company:

F/#: 4080001-0188-046086-2



For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERY

July 2, 2003  
4:20 am

(continued)

#### CORPORATE HISTORY

-----  
Subject is a limited company registered on June 16 1998 with Beijing Administration for Industry & Commerce under number 1101082475177(1-1). Business was established in 1994.

Registered Capital 560,000

Shareholders:

Huang Yu

Shares: 36%

Li Wei

Shares: 28%

Lu Zhou

Shares: 21%

Han Xuefeng

Shares: 15%

Total 100%  
=====

Subject's predecessor is Feitian New Technology Institute.

#### PRINCIPALS

-----

Huang, Yu

General Manager

Li, Wei

Vice General Manager

Lu, Zhou

Development Manager

#### PRIMARY EXECUTIVES

-----

HUANG, YU , General Manager, born on July 16 1969, male, graduated from Beijing North Jiaotong University , majoring in computer. Joined subject in 1998. Currently active in subject's day to day operations.

LI, WEI , Vice General Manager, born on July 22 1970, male, graduated from Beijing North Jiaotong University , majoring in computer.

LU, ZHOU , Development Manager, born on March 13 1970, male, graduated from Beijing North Jiaotong University , majoring in computer.

#### OPERATIONS

-----

Subject is mainly engaged in software protection, software development, mobile memory, information security.

Line of Products & Services:

ROCKEY-IV LPT

For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERY

July 2, 2003  
4:20 am

(continued)

ROCKEY-USB

iToken

Flash Disk

Major brands includes: ROCKEY

Production Capacity and Actual Output:

Product Capacity

Rockey

1,000,000 per year

Product Capacity

epass

1,000,000 per year

Actual Output

Rockey

400,000 in 2001

Actual Output

epass

200,000 in 2001

Subject was awarded CE certificate in 2000.

Subject was awarded FCC certificate in 2002.

Subject was awarded CFCA certificate.

#### PURCHASE TERRITORY

Local

Local

100%

#### SALES TERRITORY

Local & International

Local

80%

International

20%

Exporting to

United States

South Korea

Export Volume (2000) :

USD 300,000

#### CUSTOMER TYPES

Manufacturers

57%

Wholesalers

10%

Retailers

5%

Individuals

5%

Government

20%

Hotels and/or Restaurants

3%

Total Number of Accounts :

6,500.

#### PURCHASING AND SELLING TERMS

Purchasing Terms :

Cash

For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERY

July 2, 2003  
4:20 am

(continued)

Credit	5days
Partial Advance	
Credit	30days

Selling Terms :

Cash	
Credit	3days
Partial Advance	
L/C	30days

NUMBER OF EMPLOYEES :	50 (Total)
	50 (Here)
Including	6 office personnel.
18 technicians.	

LOCATION  
-----

Subject is located in a prime commercial area. Subject rents premises of 600 sq.m. at the above captioned address, used as its office (In China, land is owned by the government). It occupies 2 floor(s) in a 3-storey building.

OFFICE(S) :

Guangzhou  
1207 Fuhege, Yuehe Building, 58 Huacui Jie High-Tech Development Zone,  
Tianhe Dist.  
TEL: 020-85530853  
FAX: 020-85541270

D&B RISK INDEX APPLICATION  
-----

This D&B Risk Index provides you with a quick assessment of a business' risk standing and when used together with other information, allows you to derive better risk decisions. Applications of the D&B Risk Index can include using it to:-

- \* Assess NEW credit applications or NEW vendors, or
- \* Monitor EXISTING accounts for credit limit adjustments, determine account receivable collection activity or track suppliers stability trends.

Below is a sample decision matrix to apply the D&B Risk Index to new credit assessments.

NEW CREDIT ASSESSMENT APPLICATION  
-----

Low Risk

May proceed to process applicant quickly with minimal  
or no manual review depending on the extent of index

For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERYJuly 2, 2003  
4:20 am*(continued)*

Index *	validation analysis. All credit limits should be based on applicant's capacity.
Medium Risk Index *	Recommend a manual review of the applicant / or adjusting your credit terms based on applicant's capacity, your internal credit policy and risk tolerance.
High Risk Index *	Requires thorough manual review of potential decline, or approval based on up front cash basis depending on applicant's capacity, your internal credit policy and risk tolerance.

-----

The above illustration assumes that the credit grantor has no prior history or experience with the new applicant and is using the D&B Risk Index in combination with other information including internal credit application, other D&B data, and sales channel input.

- \* The D&B Risk Index values within each of the 3 risk levels above should be based on, and defined by, the analysis of the D&B Risk Index against your customer account portfolio to determine the optimal index ranges within each risk level.

Below is a sample decision matrix to apply the D&B Risk Index to monitor existing customers for credit limit adjustments and receivable management follow up.

#### MONITOR EXISTING CUSTOMERS' APPLICATION

Risk Level			
Existing Credit Limit*	Low Risk	Medium Risk	High Risk
High	*Revise to very high limit *Proactively target for upselling opportunities	*Maintain high limit (no adjustments) *Monitor on regular basis for upward or downward index trend	*Adjust to lower credit limit *Monitor closely for upward or downward index trend
Medium	*Maintain medium limit or revise to high limit *Proactively target for upselling opportunities	*Maintain medium limit (no adjustments) *Monitor on regular basis for upward or downward index trend	*Adjust to lower credit limit *Monitor closely for upward or downward index trend

For: 33702-400 3231 JGRIFFITH  
MCDERMOTT WILL & EMERY

July 2, 2003  
4:20 am

(continued)

Low	*Maintain low limit, or revise to medium limit based on capacity	*Maintain low limit *Adjust credit limit to lower credit limit *Monitor on regular basis for upward or downward index trend	*Monitor closely for upward or downward index trend *Consider cash terms and othe receivable management options
-----	---	--	--

-----

The above illustration assumes that there are 3 levels of credit limit ranges for your existing customers from small to medium to large, and that these limits are mapped to 3 levels of D&B index values from low risk to medium to high. The D&B index values within each level should be based on, and defined by, the analysis of the D&B index against your customer account portfolio to determine the optimal index ranges.

\* Assumes credit limit range has been developed from existing understanding of customer's capacity

This report, which is licensed under contract solely for use by D&B's customer as one factor in its business decisions, contains information compiled from sources D&B does not control and which, unless otherwise indicated in this report, has not been verified. D&B does not assume any of user's business risk; does not guarantee the accuracy, completeness, and timeliness of the information; and shall not be liable in tort, contract or otherwise for any loss, damage, and injury resulting from use of this information, even if caused by D&B's negligence.

Copyright 2003 Dun & Bradstreet  
All Rights Reserved

\*\*\* REPORT COMPLETE \*\*\*

-- END OF REPORT --